Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

5. Lease Serial No.

UTU-01191

6. If Indian, Allottee or Tribe Name

APPLICATION FOR PERMIT TO DRILL O	REEDIE	Χ
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MILICITION FOR EMILIT	O DIGEE ON IGE				
1a. Type of Work: X DRILL	ENTER		7. If Unit or CA Agreement, Name and No.		
	NATURAL BUTT	ES UNIT			
			8. Lease Name and Well No.		
b. Type of Well: Oil Well X Gas Well Other	Multiple Zone	NBU 1022-3	BE		
2. Name of Operator			9. API Well No.	_	
WESTPORT OIL & GAS COMPANY, L.P.			43-047-8	37156	
3A. Address	3b. Phone No. (include area c	ode)	10. Field and Pool, or Explora	itory	
1368 SOUTH 1200 EAST, VERNAL, UTAH 84078	B SOUTH 1200 EAST, VERNAL, UTAH 84078 (435) 781-7060				
4. Location of Well (Report location clearly and in accordance with any State requirements.*)			11. Sec., T., R., M., or Blk, and Survey or Area		
At surface SWNW 1935' FNL 591' FWL 6338	32X 39.979894				
	4924 -109.432	679	SEC 3-T10S-R	.22E	
14. Distance in miles and direction from nearest town or post office	*		12. County or Parish	13. State	
25.1 MILES SOUTHEAST OF OURAY, UTAH			UINTAH	UT	
15. Distance from proposed* location to nearest	16. No. of Acres in lease	17. Spacing Unit dec	dicated to this well		
property or lease line, ft. (Also to nearest drig, unit line, if any)					
(Also to nearest drig. unit line, if any)	1041.78		40		
18. Distance from proposed location* to nearest well, drilling, completed, Refer to	19. Proposed Depth	20. BLM/BIA Bond	No. on file		
applied for, on this lease, ft. Topo C	9050'	CO-1203			
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work w	ill start*	23. Estimated duration		
5068.6' GL	UPON APPROVAL		TO BE DETERM	IINED	
	24. Attachments				

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office.
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification.
- Such other site specific information and/or plans as may be required by the authorized office.

25. Signature	Name (Printed/Typed)	Date
Delra Dinenja	DEBRA DOMENICI	9/13/2005
Title		
ASSC	CIATE ENVIRONMENTAL ANALYST	
Approved by Signature	Name (Printed/Typed) BRADLEY G. HILL	Date 09-21-05
Title	ENAKIRONMENTAL SCIENTIST III	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

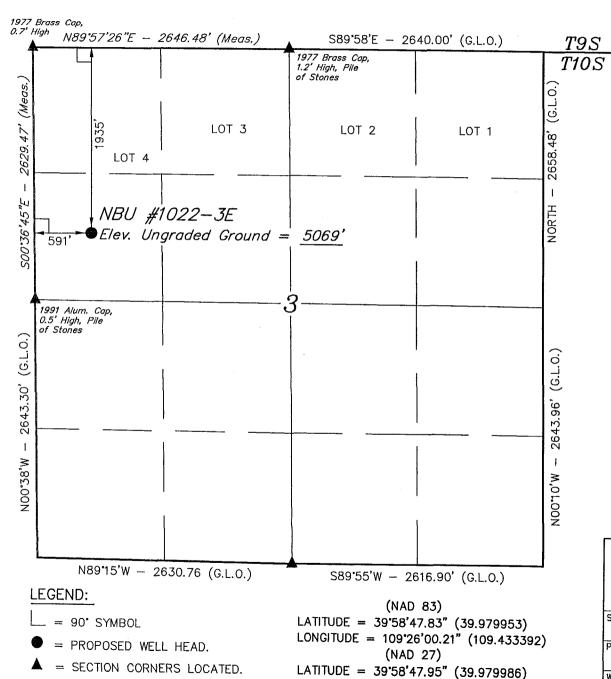
*(Instructions on reverse)

Federal Approved
Action is Necessary

RECEIVED

DIV. OF OIL, GAS & MINING

T10S, R22E, S.L.B.&M.



LONGITUDE = 109'25'57.75" (109.432708)

WESTPORT OIL AND GAS COMPANY, L.P.

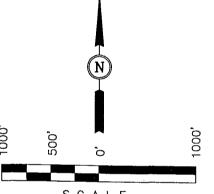
Well location, NBU #1022-3E, located as shown in the SW 1/4 NW 1/4 of Section 3, T10S, R22E, S.L.B.&M., Uintah County, Utah.

BASIS OF ELEVATION

BENCH MARK (20EAM) LOCATED IN THE SE 1/4 OF SECTION 35, T8S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4697 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



SCALE

CERTIFICATE NOTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLATEWAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF

> REGISTERED LAND SURVEYOR REGISTRATION NO. 161319 STATE OF WITHE OF W

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

, , ,	30) 100 1011	
SCALE 1" = 1000'	DATE SURVEYED: D 07-07-05	ATE DRAWN: 07-14-05
PARTY D.A. T.A. L.K.	REFERENCES G.L.O. PLAT	
WEATHER HOT	FILE WESTPORT OF	

NBU 1022-3E SWNW SEC 3-T10S-R22E UINTAH COUNTY, UTAH UTU-01191

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. <u>Estimated Tops of Important Geologic Markers:</u>

Formation	<u>Depth</u>
Uinta	0- Surface
Green River	1250'
Wasatch	4400'
Mesaverde	6925'
TD	9050°

2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	1250'
Gas	Wasatch	4400'
Gas	Mesaverde	6925'
Water	N/A	
Other Minerals	N/A	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

4. <u>Proposed Casing & Cementing Program:</u>

Please see the Natural Buttes Unit SOP.

5. <u>Drilling Fluids Program</u>:

Please see the Natural Buttes Unit SOP.

6. Evaluation Program:

Please see the Natural Buttes Unit SOP.

7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 9050' TD, approximately equals 3620 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1629 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. Variances:

Please see Natural Buttes Unit SOP.

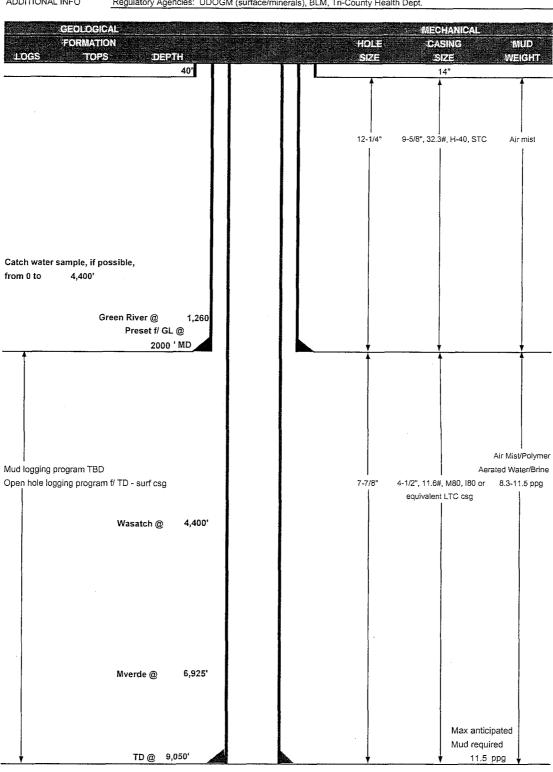
10. Other Information:

Please see Natural Buttes Unit SOP.



Westport Oil and Gas Company, L.P. <u>DRILLING PROGRAM</u>

COMPANY NAME	Westport Oil and Gas Co., L.P.	DATE	August 18, 2005				
WELL NAME	NBU 1022-3E	TD	9,050'	MD/TVD			
FIELD Natural Butt	es COUNTY Uintah STA	TE Utah	ELEVATION	5,069' GL	KE	3 5,084'	
SURFACE LOCATION	SWNW SECTION 3-T10S-R22E 1935'F	NL & 591'FWL			BHL	Straight Hole	
	Latitude: 39.979953 Longitude:	109.433392					
OBJECTIVE ZONE(S)	Wasatch/Mesaverde						
ADDITIONAL INFO	Regulatory Agencies: UDOGM (surface/minerals), BLM, Tri-County Health Dept.						





Westport Oil and Gas Company, L.P.

DRILLING PROGRAM

CASING PROGRAM

								1	JESTEL BY	URS
	SIZE	IN	TERV	AL 💖	MIT.	.GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'							
								2270	1370	254000
SURFACE	9-5/8"	0	to	2000	32.30	H-40	STC	0.66*****	1.58	4.49
								7780	6350	201000
PRODUCTION	4-1/2"	0	to	9050	11.60	M-80 or I-80	LTC	2.27	1.17	2.19

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD = 11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP 3421 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ .25 pps flocele				
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele	İ			
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to s	urface, op	tion 2 will l	oe utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+.25 pps Flocele + 3% salt BWOC				
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
		+ .25 pps flocele				l l
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION LEAD	3,900'	Premium Lite II + 3% KCI + 0.25 pps	410	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
						ì
TAIL	5,150'	50/50 Poz/G + 10% salt + 2% gel	1440	60%	14.30	1.31

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.	
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.	

ADDITIONAL INFORMATION

	BOPE: 11" 5M with one annular	and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &
	tour sheet. Function test rams or	n each trip. Maintain safety vaive & inside BOP on rig floor at all times. Kelly to be equipped with upper
	& lower kelly valves.	
	Drop Totco surveys every 2000'.	Maximum allowable hole angle is 5 degrees.
LING	ENGINEER:	DATE:
		Brad Laney

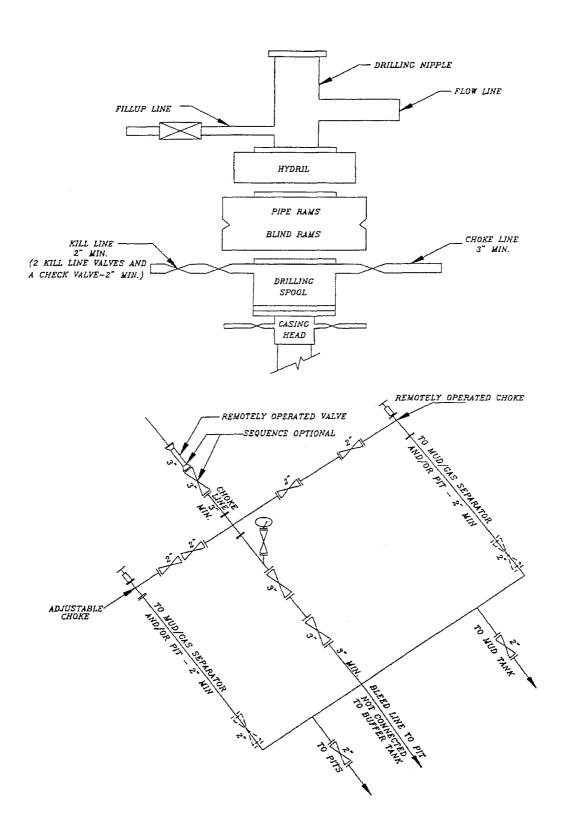
DATE:

DOLLING	SUPERINTENDENT:	
DUITTING	SUPERINTENDENT:	

Randy Bayne	ADD/ArchiceRonch) vis

^{*}Substitute caliper hole volume plus 15% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



NBU 1022-3E SWNW SEC 3-T10S-R22E UINTAH COUNTY, UTAH UTU-01191

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the NBU #1022-3E on 8/23/05, for the subject well.

1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

Approximately 80' of new road is proposed. Refer to Topo Map B.

3. <u>Location of Existing Wells Within a 1-Mile Radius</u>

Please refer to Topo Map C.

4. <u>Location of Existing & Proposed Facilities</u>

Please see the Natural Buttes Unit SOP.

This well will be placed on the existing pad of the recently plugged NBU 70N3 well and will not require any new pipeline.

5. <u>Location and Type of Water Supply:</u>

Please see the Natural Buttes SOP.

6. Source of Construction Materials

Please see the Natural Buttes SOP.

7. Methods of Handling Waste Materials

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E (Request is in lieu of filing Form 3160-5, after initial production).

8. Ancillary Facilities:

Please see the Natural Buttes SOP.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

As per previous onsite discussion, a 20 mil reserve pit liner with felt will be used.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

The topsoil pile shall be spread on the location when the pit is backfilled. The following seed mixture will be used to reclaim the surface for interim reclamation. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

Crested Wheat Grass

12 lbs.

Operator shall call the BLM for the seed mixture when final reclamation occurs.

11. Surface Ownership:

The well pad and access road are located on lands owned by:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

12. Other Information:

A Class III archaeological survey and a paleontological survey have been performed and will be filed when received.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

13. Lessee's or Operator's Representative & Certification:

Debra Domenici Associate Environmental Analyst Wesport O&G Co. 1368 South 1200 East Vernal, UT 84078 (435) 781-7060 Randy Bayne Drilling Manager Westport O&G Co. 1368 South 1200 East Vernal, UT 84078 (435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Westport O&G Co. is considered to be the operator of the subject well. Westport O&G Co. agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bold #CO-1203.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Debra Domenici 9/13/2005

Date

WESTPORT OIL AND GAS COMPANY, L.P.

NBU #1022-3E SECTION 3, T10S, R22E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 11.2 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, SOUTHEASTERLY DIRECTION APPROXIMATELY 8.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST: TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 3.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTH: TURN LEFT AND PROCEED IN A NORTHERLY DIRECTION APPROXIMATELY 1.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN RIGHT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 400' TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTH; FOLLOW ROAD FLAGS IN A NORTHERLY DIRECTION APPROXIMATELY 80'TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 56.2 MILES.

WESTPORT OIL AND GAS COMPANY, L.P.

NBU #1022-3E

LOCATED IN UINTAH COUNTY, UTAH SECTION 3, T10S, R22E, S.L.B.&M.

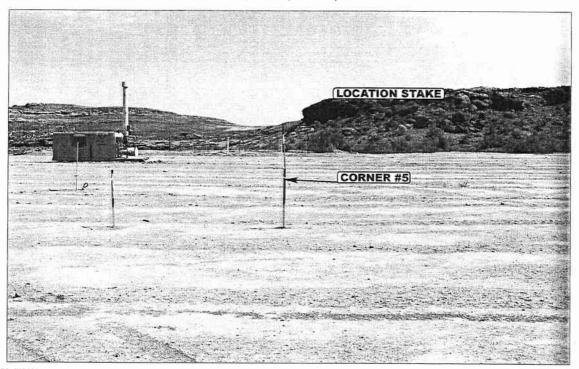


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY

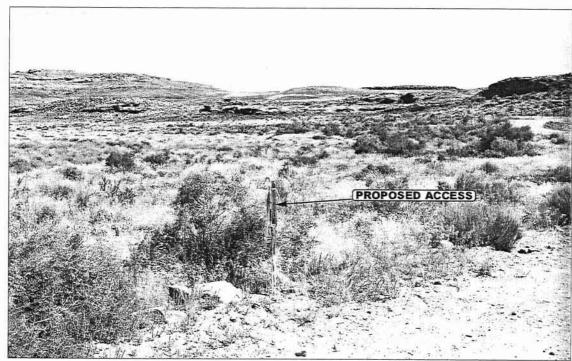


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHEASTERLY



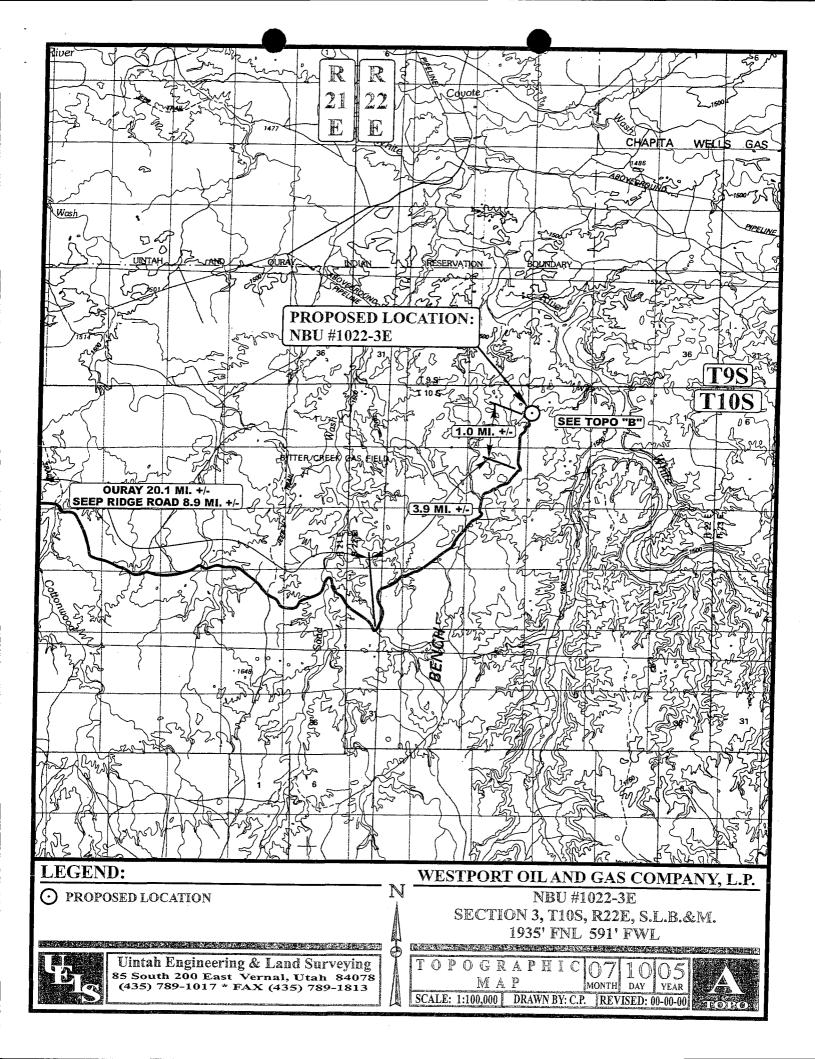
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

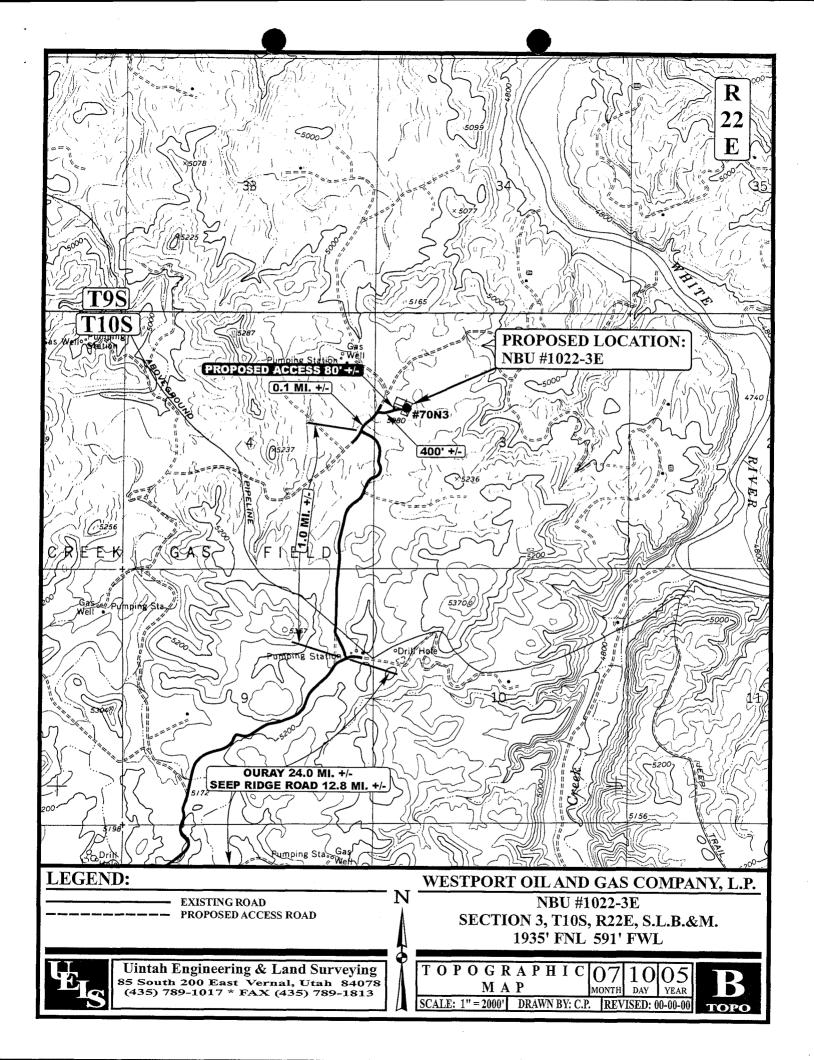
LOCATION PHOTOS

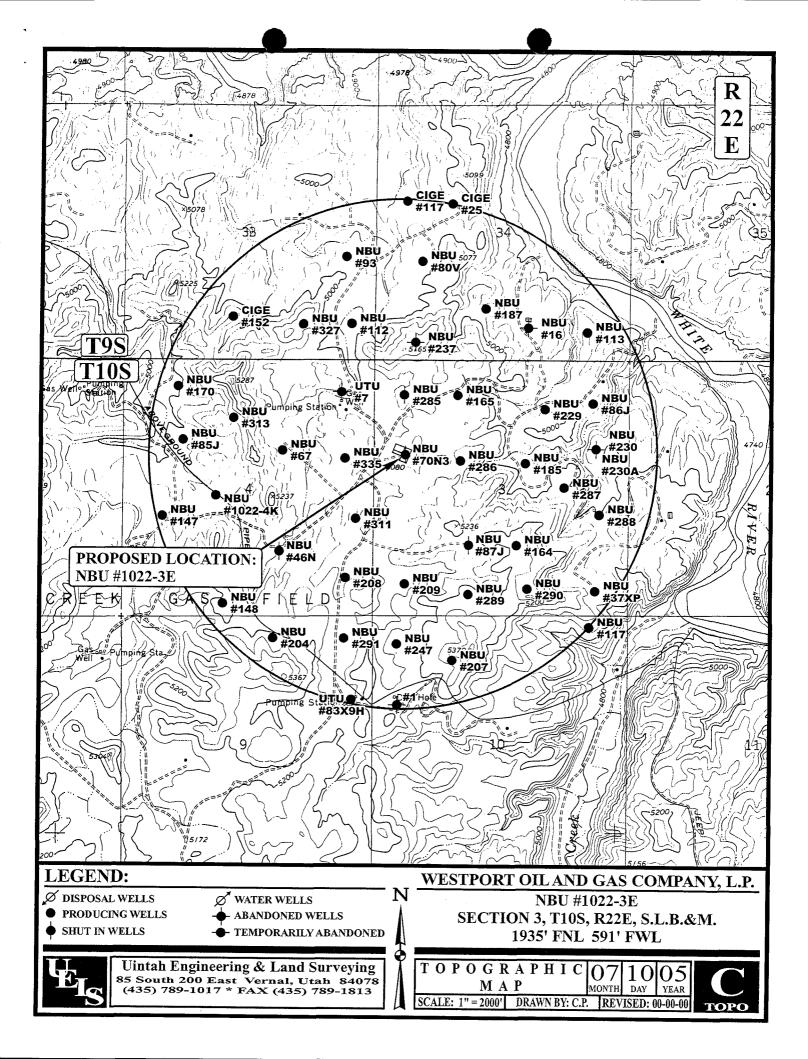
07 10 05 MONTH DAY YEAR

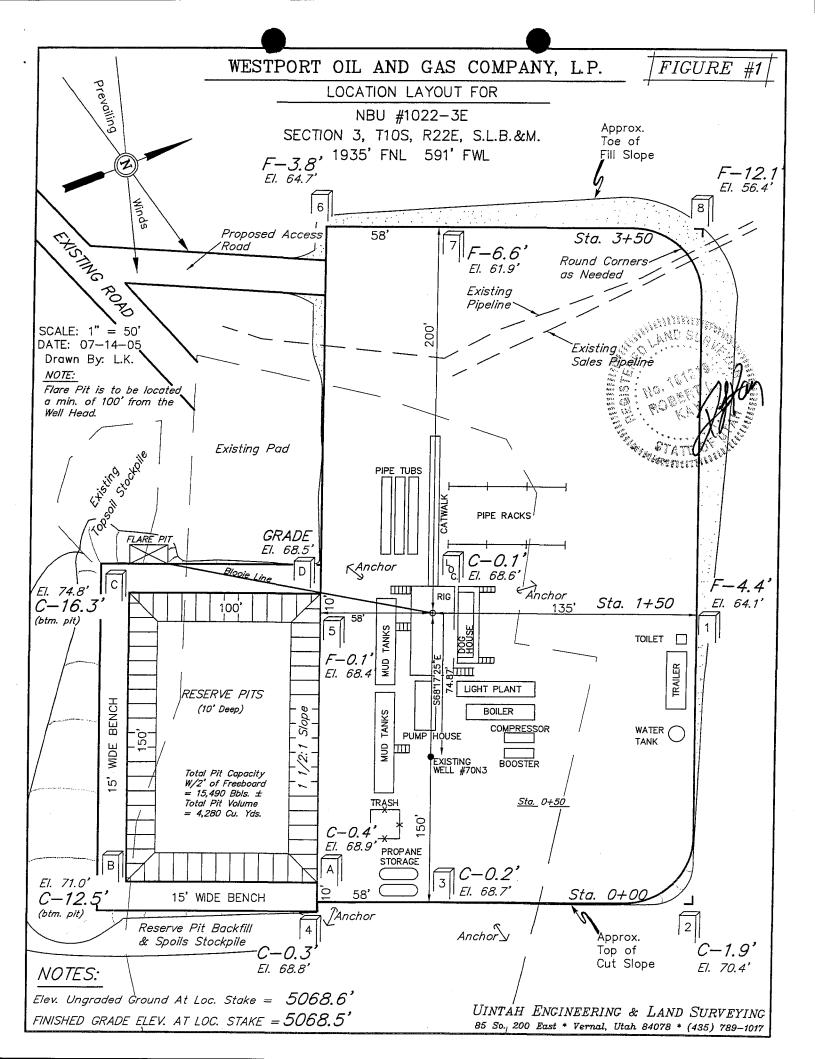
PHOTO

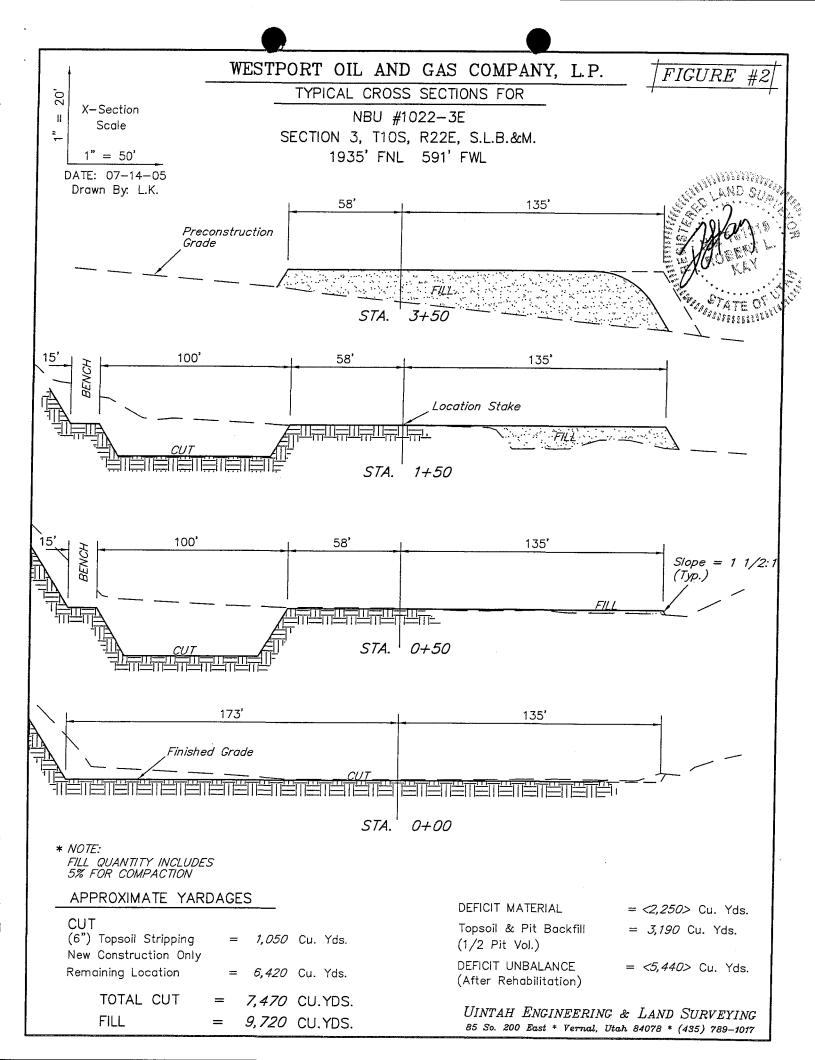
TAKEN BY: D.A. | DRAWN BY: C.P. | REVISED: 00-00-00



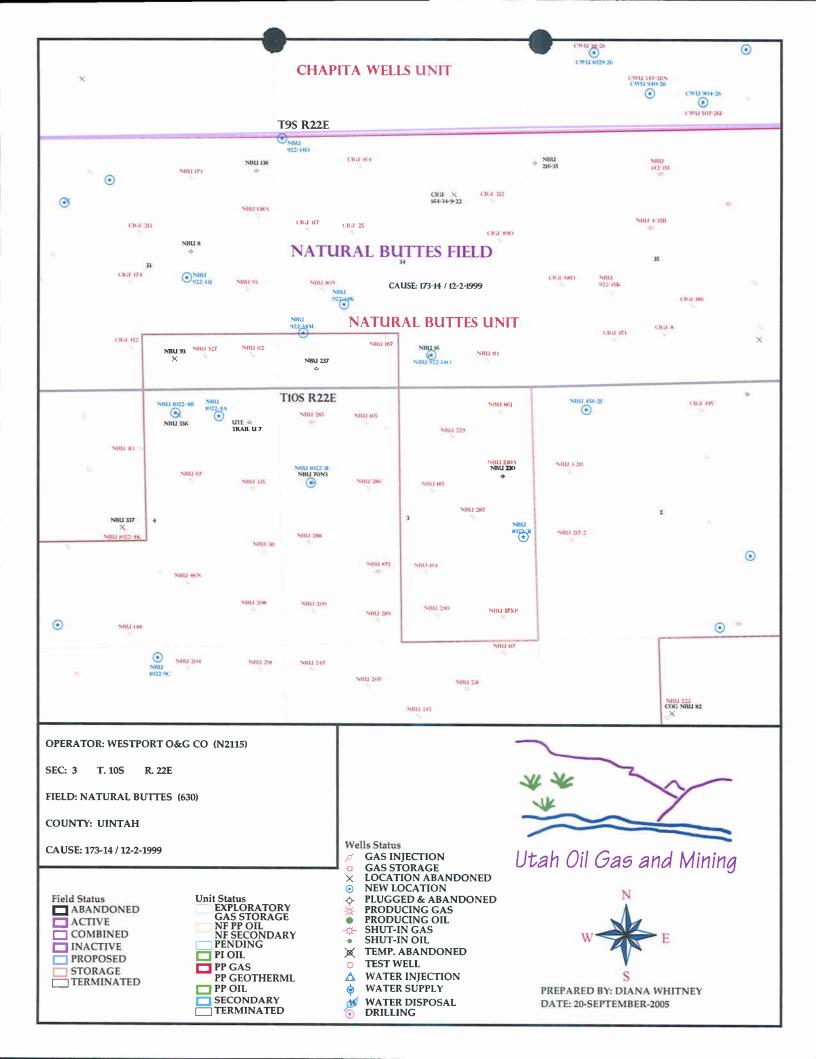








APD RECEIVED: 09/20/2005	API NO. ASSIGNED: 43-047-37156		
WELL NAME: NBU 1022-3E OPERATOR: WESTPORT OIL & GAS CO (N2115) CONTACT: DEBRA DOMENICI PROPOSED LOCATION:	PHONE NUMBER: 435-781-7060		
SWNW 03 100S 220E	INSPECT LOCATN BY: / /		
SURFACE: 1935 FNL 0591 FWL BOTTOM: 1935 FNL 0591 FWL	Tech Review Initials Date		
UINTAH	Engineering		
NATURAL BUTTES (630)	Geology		
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-01191	Surface		
SURFACE OWNER: 1 - Federal PROPOSED FORMATION: WSMVD COALBED METHANE WELL? NO	LATITUDE: 39.97989 LONGITUDE: -109.4327		
Plat Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. CO-1203) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-8496) RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N) NA Intent to Commingle (Y/N)	LOCATION AND SITING:		
COMMENTS: Soprato Su			
STIPULATIONS: 1. Jeden Opprwi			



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

September 21, 2005

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2005 Plan of Development Natural Buttes Unit Uintah

County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2005 within the Natural Buttes Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Wasatch-MesaVerde)

43-047-37152 NBU 922-34D Sec 34 T09S R22E 0101 FNL 0123 FWL 43-047-37153 NBU 922-34K Sec 34 T09S R22E 1763 FSL 1354 FWL 43-047-37154 NBU 922-34M Sec 34 T09S R22E 1182 FSL 0494 FWL 43-047-37155 NBU 922-34O Sec 34 T09S R22E 0693 FSL 2130 FEL 43-047-37156 NBU 1022-3E Sec 03 T10S R22E 1935 FNL 0591 FWL 43-047-37157 NBU 1022-3I Sec 03 T10S R22E 2179 FSL 0272 FEL

Our records indicate the NBU 922-34D is closer than 460 feet from the Natural Buttes Unit boundary.

We have no objections to permitting the wells so long as the unit operator receives an exception to the locating and siting requirements of the State of Utah (R649-3-2).

/s/ Michael L. Coulthard

bcc:

File - Natural Buttes Unit

Division of Oil Gas and Mining

Central Files Agr. Sec. Chron



State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

> JOHN R. BAZA Division Director



GARY R. HERBERT Lieutenant Governor

September 21, 2005

Westport Oil & Gas Company, LP 1368 South 1200 East Vernal, UT 84078

Re:

Natural Buttes Unit 1022-3E Well, 1935' FNL, 591' FWL, SW NW,

Sec. 3, T. 10 South, R. 22 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-37156.

Sincerely,

Gil Hunt

Associate Director

pab **Enclosures**

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Westport Oil & Gas Company, LP		
Well Name & Number	Natural Buttes Unit 1022-3E		
API Number:	43-047-37156		
Lease:	UTU-01191		
Location: SW NW	Sec3_	T. 10 South	R. 22 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.



1368 South 1200 East Vernal Utah 84078 Telephone: 435-781-0166 Fax: 435-781-7095

October 14, 2005

Holly Villa Bureau of Land Management 170 South 500 East Vernal, Utah 84078 RECEIVED OCT 1 9 2005

DIV. OF OIL, GAS & MINING

Diana Whitney
State of Utah
Division of Oil Gas & Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Re: NBU 1022-3E

SWNW Section 3-T10S-R22E

API No. 43047-37156 Lease No. UTU-0119

Dear Holly and Diana:

Westport Oil & Gas Company would like to rescind the Application for Permit to Drill for NBU 1022-3E. We will not be drilling this location at this time.

Please feel free to call if you have any questions.

Sincerely,

Debra Domenici

Associate Environmental Analyst



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

October 20, 2005

Debra Domenici Westport Resources Corp. 1368 South 1200 East Vernal UT 84078

Re:

APD Rescinded -NBU 1022-3E Sec. 3, T. 10, R. 22E

Uintah County, Utah API No. 43-047-37156

Dear Ms. Domenici

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on September 21, 2005. On October 19, 2005, you requested that the division rescind the state approved APD.

No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective October 19, 2005.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Whitney

Engineering Technician

cc:

Well File

Bureau of Land Management, Vernal